

**Monthly Operating Report  
CASH BASIS**

<b>CASE NAME:</b>	PCI MANUFACTURING, LLC
<b>CASE NUMBER:</b>	16-41888
<b>JUDGE:</b>	HONORABLE BRENDA T. RHOADES

**UNITED STATES BANKRUPTCY COURT  
NORTHERN & EASTERN DISTRICTS OF TEXAS  
REGION 6**

**MONTHLY OPERATING REPORT**

**MONTH ENDING:** November 2016  
MONTH YEAR

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT (CASH BASIS-1 THROUGH CASH BASIS-6) AND THE ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT, AND COMPLETE. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY) IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

**RESPONSIBLE PARTY:**

J. Miles Brewer TITLE  
ORIGINAL SIGNATURE OF RESPONSIBLE PARTY 12/27/16  
J. Miles Brewer DATE  
PRINTED NAME OF RESPONSIBLE PARTY

**PREPARER:**

Stephen Brewer TITLE  
ORIGINAL SIGNATURE OF PREPARER 12/27/16  
Stephen Brewer DATE  
PRINTED NAME OF PREPARER

**Monthly Operating Report**  
**CASH BASIS-1**

<b>CASE NAME:</b>	PCI MANUFACTURING, LLC
<b>CASE NUMBER:</b>	16-41888

<b>CASH RECEIPTS AND DISBURSEMENTS</b>	MONTH	MONTH	MONTH	MONTH
	October	November		
1. CASH - BEGINNING OF MONTH	\$ 392.62	\$ 385.11	\$ 378.11	\$ 378.11
<b>RECEIPTS</b>				
2. CASH SALES				
3. ACCOUNTS RECEIVABLE COLLECTIONS				
4. LOANS AND ADVANCES				
5. SALE OF ASSETS				
6. LEASE & RENTAL INCOME				
7. WAGES				
8. OTHER (ATTACH LIST)	\$ 7,048.04	\$ 7,048.04		
9. TOTAL RECEIPTS	\$ 7,048.04	\$ 7,048.04	\$ -	\$ -
<b>DISBURSEMENTS</b>				
10. NET PAYROLL				
11. PAYROLL TAXES PAID				
12. SALES, USE & OTHER TAXES PAID				
13. INVENTORY PURCHASES				
14. MORTAGE PAYMENTS	\$ 7,048.04	\$ 7,048.04		
15. OTHER SECURED NOTE PAYMENTS				
16. RENTAL & LEASE PAYMENTS				
17. UTILITIES				
18. INSURANCE				
19. VEHICLE EXPENSES				
20. TRAVEL				
21. ENTERTAINMENT				
22. REPAIRS & MAINTENANCE				
23. SUPPLIES				
24. ADVERTISING				
25. HOUSEHOLD EXPENSES				
26. CHARITABLE CONTRIBUTIONS				
27. GIFTS				
28. OTHER (ATTACH LIST)				
29. TOTAL ORDINARY DISBURSEMENTS	\$ 7,048.04	\$ 7,048.04	\$ -	\$ -
<b>REORGANIZATION EXPENSES</b>				
30. PROFESSIONAL FEES				
31. U.S. TRUSTEE FEES				
32. OTHER (ATTACH LIST)	\$ 7.51	\$ 7.00		
33. TOTAL REORGANIZATION EXPENSES	\$ 7.51	\$ 7.00	\$ -	\$ -
34. TOTAL DISBURSEMENTS	\$ 7,055.55	\$ 7,055.04	\$ -	\$ -
35. NET CASH FLOW	\$ (7.51)	\$ (7.00)	\$ -	\$ -
36. CASH - END OF MONTH	\$ 385.11	\$ 378.11	\$ 378.11	\$ 378.11

**Monthly Operating Report**  
**CASH BASIS-1A**

2016

<b>CASE NAME:</b>	PCI MANUFACTURING, LLC
<b>CASE NUMBER:</b>	16-41888

## CASH DISBURSEMENTS DETAIL

MONTH: November

## **CASH DISBURSEMENTS**

	DATE	PAYEE	PURPOSE	AMOUNT
	11/20/16	Texas Heritage National Bank	Note interest pmt	\$ 7,048.04
<b>TOTAL CASH DISBURSEMENTS</b>				\$ 7,048.04

## **BANK ACCOUNT DISBURSEMENTS**

**TOTAL DISBURSEMENTS FOR THE MONTH** \$ 7,055.04

**Monthly Operating Report**  
**CASH BASIS-2**

<b>CASE NAME:</b>	PCI MANUFACTURING, LLC
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<b>CASE NUMBER:</b>	16-41888
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**BANK RECONCILIATIONS**

	Acct #1	Acct #2	Acct #3	
A. BANK:	Frost			
B. ACCOUNT NUMBER:	6964			
C. PURPOSE (TYPE):	DIP Acct			
1. BALANCE PER BANK STATEMENT	\$ 322.60			\$ 322.60
2. ADD: TOTAL DEPOSITS NOT CREDITED	\$ -			\$ -
3. SUBTRACT: OUTSTANDING CHECKS	\$ -			\$ -
4. OTHER RECONCILING ITEMS	\$ -			\$ -
<b>5. MONTH END BALANCE PER BOOKS</b>	<b>\$ 322.60</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 322.60</b>
6. NUMBER OF LAST CHECK WRITTEN	n/a			

**INVESTMENT ACCOUNTS**

BANK, ACCOUNT NAME & NUMBER	DATE OF PURCHASE	TYPE OF INSTRUMENT	PURCHASE PRICE	CURRENT VALUE
7.				
8.				
9.				
10.				
<b>11. TOTAL INVESTMENTS</b>			<b>\$ -</b>	<b>\$ -</b>

**CASH**

<b>12. CURRENCY ON HAND</b>	<b>\$ 55.51</b>
<b>13. TOTAL CASH - END OF MONTH</b>	<b>\$ 378.11</b>

**Monthly Operating Report**  
**CASH BASIS-3**

<b>CASE NAME:</b>	PCI MANUFACTURING, LLC
<b>CASE NUMBER:</b>	16-41888

**ASSETS OF THE ESTATE**

<b>SCHEDULE "A" REAL PROPERTY</b>	<b>SCHEDULE AMOUNT</b>	MONTH	MONTH	MONTH
		<b>October</b>	<b>November</b>	
1. 200 CMH Drive Sulphur Springs, TX	\$ 2,355,000.00	\$ 2,355,000.00	\$ 2,355,000.00	
2.				
3.				
4. OTHER (ATTACH LIST)				
5. TOTAL REAL PROPERTY ASSETS	\$ 2,355,000.00	\$ 2,355,000.00	\$ 2,355,000.00	\$ -
<b>SCHEDULE "B" PERSONAL PROPERTY</b>				
1. CASH ON HAND	\$ 337.11	\$ 55.51	\$ 55.51	
2. CHECKING, SAVINGS, ETC.	\$ 55.51	\$ 329.60	\$ 322.60	
3. SECURITY DEPOSITS	\$ -	\$ -	\$ -	
4. HOUSEHOLD GOODS	\$ -	\$ -	\$ -	
5. BOOKS, PICTURES, ART	\$ -	\$ -	\$ -	
6. WEARING APPAREL	\$ -	\$ -	\$ -	
7. FURS AND JEWELRY	\$ -	\$ -	\$ -	
8. FIREARMS & SPORTS EQUIPMENT	\$ -	\$ -	\$ -	
9. INSURANCE POLICIES	\$ -	\$ -	\$ -	
10. ANNUITIES	\$ -	\$ -	\$ -	
11. EDUCATION	\$ -	\$ -	\$ -	
12. RETIREMENT & PROFIT SHARING	\$ -	\$ -	\$ -	
13. STOCKS	\$ -	\$ -	\$ -	
14. PARTNERSHIPS & JOINT VENTURES	\$ -	\$ -	\$ -	
15. GOVERNMENT & CORPORATE BONDS	\$ -	\$ -	\$ -	
16. ACCOUNTS RECEIVABLE	\$ -	\$ -	\$ -	
17. ALIMONY	\$ -	\$ -	\$ -	
18. OTHER LIQUIDATED DEBTS	\$ -	\$ -	\$ -	
19. EQUITABLE INTERESTS	\$ -	\$ -	\$ -	
20. CONTINGENT INTERESTS	\$ -	\$ -	\$ -	
21. OTHER CLAIMS	\$ 129,371.75	\$ 129,371.75	\$ 129,371.75	
22. PATENTS & COPYRIGHTS	\$ -	\$ -	\$ -	
23. LICENSES & FRANCHISES	\$ -	\$ -	\$ -	
24. CUSTOMER LISTS	\$ -	\$ -	\$ -	
25. AUTOS, TRUCKS & OTHER VEHICLES	\$ -	\$ -	\$ -	
26. BOATS & MOTORS	\$ -	\$ -	\$ -	
27. AIRCRAFT	\$ -	\$ -	\$ -	
28. OFFICE EQUIPMENT	\$ 1,500.00	\$ 1,500.00	\$ 1,500.00	
29. MACHINERY, FIXTURES & EQUIPMENT	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	
30. INVENTORY	\$ 494,722.09	\$ 494,722.09	\$ 494,722.09	
31. ANIMALS	\$ -	\$ -	\$ -	
32. CROPS	\$ -	\$ -	\$ -	
33. FARMING EQUIPMENT	\$ -	\$ -	\$ -	
34. FARM SUPPLIES	\$ -	\$ -	\$ -	
35. OTHER (ATTACH LIST)	\$ -	\$ -	\$ -	
36. TOTAL PERSONAL PROPERTY ASSETS	\$ 1,125,986.46	\$ 1,125,978.95	\$ 1,125,971.95	\$ -
37. TOTAL ASSETS	\$ 3,480,986.46	\$ 3,480,978.95	\$ 3,480,971.95	\$ -

**Monthly Operating Report**  
**CASH BASIS-4**

<b>CASE NAME:</b>	PCI MANUFACTURING, LLC
<b>CASE NUMBER:</b>	16-41888

MONTH: November

**LIABILITIES OF THE ESTATE**

PREPETITION LIABILITIES	SCHEDULE AMOUNT	PAYMENTS
1. SECURED	\$ 5,139,322.59	\$ 7,048.04
2. PRIORITY	\$ -	\$ -
3. UNSECURED	\$ 4,598,444.01	\$ -
4. OTHER (ATTACH LIST)	\$ -	\$ -
5. TOTAL PREPETITION LIABILITIES	\$ 9,737,766.60	\$ 7,048.04

POSTPETITION LIABILITIES	DATE INCURRED	AMOUNT OWED	DU E DATE	AMOUNT PAST DUE
1. FEDERAL INCOME TAXES				
2. FICA/MEDICARE				
3. STATE TAXES				
4. REAL ESTATE TAXES				
5. OTHER TAXES (ATTACH LIST)				
6. TOTAL TAXES		\$ -	\$ -	
OTHER POSTPETITION LIABILITIES INCLUDING TRADE CREDITORS (LIST NAMES OF CREDITORS)				
7.				
8.				
9.				
10.				
11.				
12.				
13.				
14.				
15.				
16.				
17.				
18.				
19.				
20.				
21.				
22.				
23.				
24.				
25.				
26.				
27.				
28.				
29. (IF ADDITIONAL ATTACH LIST)				
30. TOTAL OF LINES 7 - 29		\$ -	\$ -	
31. TOTAL POSTPETITION LIABILITIES		\$ -	\$ -	

**Monthly Operating Report**  
**CASH BASIS-4A**

CASE NAME:	PCI MANUFACTURING, LLC
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CASE NUMBER:	16-41888
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MONTH: November

ACCOUNTS RECEIVABLE AGING	SCHEDULE AMOUNT	MONTH October	MONTH November	MONTH
1. 0 - 30	\$ -	\$ -		
2. 31 - 60	\$ -	\$ -		
3. 61 - 90	\$ -	\$ -		
4. 91 +	\$ -	\$ -		
5. TOTAL ACCOUNTS RECEIVABLE	\$ -	\$ -	\$ -	\$ -
6. AMOUNT CONSIDERED UNCOLLECTIBLE	\$ -	\$ -		
7. ACCOUNTS RECEIVABLE (NET)	\$ -	\$ -	\$ -	\$ -

AGING OF POSTPETITION TAXES AND PAYABLES	0 - 30 DAYS	31-60 DAYS	90+ DAYS	Total
TAXES PAYABLE				
1. FEDERAL				\$ -
2. STATE				\$ -
3. LOCAL				\$ -
4. OTHER (ATTACH LIST)				\$ -
5. TOTAL TAXES PAYABLE	\$ -	\$ -	\$ -	\$ -
6. ACCOUNTS PAYABLE				\$ -

STATUS OF POSTPETITION TAXES	BEGINNING TAX LIABILITY	AMOUNT WITHHELD OR ACCRUED	AMOUNT PAID	ENDING TAX LIABILITY
FEDERAL				
1. WITHHOLDING				\$ -
2. FICA-EMPLOYEE				\$ -
3. FICA-EMPLOYER				\$ -
4. UNEMPLOYMENT				\$ -
5. INCOME				\$ -
6. OTHER (ATTACH LIST)				\$ -
7. TOTAL FEDERAL TAXES	\$ -	\$ -	\$ -	\$ -
STATE AND LOCAL				\$ -
8. WITHHOLDING				\$ -
9. SALES				\$ -
10. EXCISE				\$ -
11. UNEMPLOYMENT				\$ -
12. REAL PROPERTY				\$ -
13. PERSONAL PROPERTY				\$ -
14. OTHER (ATTACH LIST)				\$ -
15. TOTAL STATE & LOCAL	\$ -	\$ -	\$ -	\$ -
16. TOTAL TAXES	\$ -	\$ -	\$ -	\$ -

**Monthly Operating Report**  
**CASH BASIS-5**

CASE NAME:	PCI MANUFACTURING, LLC
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CASE NUMBER:	16-41888
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MONTH: November

**PAYMENTS TO INSIDERS AND PROFESSIONALS**

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TTL PD TO DATE
1.			
2.			
3.			
4.			
5.			
<b>TOTAL PAYMENTS TO INSIDERS</b>		<b>\$ -</b>	<b>\$ -</b>

**PROFESSIONALS**

NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TTL PAID TO DATE	TOTAL INCURRED & UNPAID
1.					
2.					
3.					
4.					
5.					
<b>TOTAL PAYMENTS TO PROFESSIONALS</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**POSTPETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS**

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENTS DUE	AMOUNTS PAID DURING MONTH	TOTAL UNPAID POST-PETITION
1.			
2.			
3.			
4.			
5.			
<b>6. TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Monthly Operating Report**  
**CASH BASIS-6**

**2016**

CASE NAME:	PCI MANUFACTURING, LLC
CASE NUMBER:	16-41888

MONTH: November

**QUESTIONNAIRE**

	YES	NO
1. HAVE ANY ASSETS BEEN SOLD OR TRANSFERRED OUTSIDE THE NORMAL COURSE OF BUSINESS THIS REPORTING PERIOD?		X
2. HAVE ANY FUNDS BEEN DISBURSED FROM ANY ACCOUNT OTHER THAN A DEBTOR IN POSSESSION ACCOUNT?		X
3. ARE ANY POSTPETITION RECEIVABLES (ACCOUNTS, NOTES OR LOANS) DUE FROM RELATED PARTIES?		X
4. HAVE ANY PAYMENTS BEEN MADE ON PREPETITION LIABILITIES THIS REPORTING PERIOD?	X	
5. HAVE ANY POSTPETITION LOANS BEEN RECEIVED BY THE DEBTOR FROM ANY PARTY?		X
6. ARE ANY POSTPETITION PAYROLL TAXES PAST DUE?		X
7. ARE ANY POSTPETITION STATE OR FEDERAL INCOME TAXES PAST DUE?		X
8. ARE ANY POSTPETITION REAL ESTATE TAXES PAST DUE?		X
9. ARE ANY OTHER POSTPETITION TAXES PAST DUE?		X
10. ARE ANY AMOUNTS OWED TO POSTPETITION CREDITORS DELINQUENT?		X
11. HAVE ANY PREPETITION TAXES BEEN PAID DURING THE REPORTING PERIOD?		X
12. ARE ANY WAGE PAYMENTS PAST DUE?		X

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "YES"; PROVIDE A DETAILED EXPLANATION OF EACH ITEM. ATTACH ADDITIONAL SHEETS IF NECESSARY.

Interest only was paid on the prepetition liability to Texas Heritage National Bank on behalf of the debtor

**INSURANCE**

	YES	NO
1. ARE WORKER'S COMPENSATION, GENERAL LIABILITY AND OTHER NECESSARY INSURANCE COVERAGES IN EFFECT?	X	
2. ARE ALL PREMIUM PAYMENTS PAID CURRENT?	X	
3. PLEASE ITEMIZE POLICIES BELOW		

IF THE ANSWER TO ANY OF THE ABOVE QUESTIONS IS "NO" OR IF ANY POLICIES HAVE BEEN CANCELED OR NOT RENEWED DURING THIS REPORTING PERIOD, PROVIDE AN EXPLANATION BELOW. ATTACH ADDITIONAL SHEETS IF NECESSARY.

 

 

**INSTALLMENT PAYMENTS**

TYPE OF POLICY	CARRIER	PERIOD COVERED	PAYMENT AMOUNT & FREQUENCY
Property - Building	Admiral Insurance	11/04/16 - 05/04/17	\$ 6,620.25 Annually
Property - Business Personal	Admiral Insurance	11/04/16 - 05/04/17	\$ 1,242.15 Annually



STATEMENT ISSUED  
11-30-2016

Page 1 of 2



PCI MANUFACTURING LLC  
DEBTOR IN POSSESSION  
CASE NUMBER 16 41888  
PO BOX 296  
SULPHUR SPRINGS TX 75483

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Interested in accepting in-store, online or mobile credit and debit card payments? Frost Merchant Services can help. Contact Customer Service at (800)513-7678 to get started.

FROST BUSINESS CHECKING ACCOUNT NO. [REDACTED]

BALANCE LAST STATEMENT		DEPOSITS		WITHDRAWALS		BALANCE THIS STATEMENT	
		NO.	AMOUNT	NO.	AMOUNT		
	329.60	0	.00	0	7.00		322.60

Activity Items Processed 0 Cash Processed \$0.00

----- OTHER WITHDRAWALS/DEBITS -----

DATE	AMOUNT	TRANSACTION	DESCRIPTION
11-30	7.00	SERVICE CHARGE/FEE	MONTHLY SERVICE CHARGE

----- DAILY BALANCE -----

DATE	BALANCE	DATE	BALANCE	DATE	BALANCE
10-31	329.60	11-30	322.60		

2) List all accounts which should be updated including Checking, Savings, Money Market, CDs and Loans.

Account Number \_\_\_\_\_ Account Number \_\_\_\_\_  
Account Number \_\_\_\_\_ Account Number \_\_\_\_\_  
Account Number \_\_\_\_\_ Account Number \_\_\_\_\_

Page 2 of 2

Signature \_\_\_\_\_

3) Clip and return to the bank and address listed on the front of this statement.

## How to balance your checkbook:

This worksheet will help you balance your checkbook. Before you begin, you'll need your checkbook register, your statement and any outstanding transactions not entered in your register.

## Worksheet

1. Enter balance shown on front of statement \$ \_\_\_\_\_
2. Subtract Line A (Checks / other debits not shown on this statement) - \$ \_\_\_\_\_
3. Subtotal \$ \_\_\_\_\_
4. Add Deposits / other credits not shown on statement + \$ \_\_\_\_\_
5. **Your Account Balance** \$ \_\_\_\_\_
6. Enter Your checkbook balance \$ \_\_\_\_\_
7. Subtract any bank charges that have not been entered in your checkbook - \$ \_\_\_\_\_
8. Subtotal \$ \_\_\_\_\_
9. Add any interest or other credits appearing on your statement that have not been entered in your checkbook + \$ \_\_\_\_\_
10. **Adjusted Checkbook Balance** \$ \_\_\_\_\_

1. Be sure your checkbook register is complete. Verify that all outstanding transactions have been entered in your register.
2. Compare the check information on the front of the statement with your checkbook register. In your register, mark all the checks, ATM withdrawals or other debits on your statement to indicate that the funds have been withdrawn from your account. List any checks or other debits that are in your register, but not on your statement in the space provided above.
3. In your register, mark all deposits and other credits on your statement to indicate that the funds have been credited to your account. Write any deposits or other credits that are in your register, but not on your statement on Line 4.
4. To verify your statement balance, complete the worksheet above. Your account balance (Line 5) should match your adjusted checkbook balance figure (Line 10). If these balances are different, check the addition in your checkbook and review each step in the balancing procedure.

If you find any errors, please notify us immediately by calling the number or writing to the address listed on the front side of this statement. You should notify us of any errors within 60 days of receiving your statement.